# BWSC's Clean Energy Results Program 2016/2017 Clean Energy Update

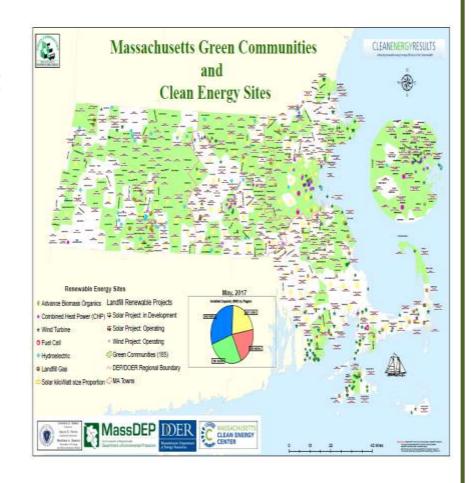
Waste Site Cleanup Advisory Committee Meeting Thursday, May 25, 2017

Thomas M. Potter
Clean Energy Development Coordinator



#### **AGENDA**

- Clean Energy Industry
- Clean Energy Development
  - Contaminated Land/Landfill
- Solar Legislation
  - S.M.A.R.T.
- Renewable Thermal
- Clean Energy Legislation
  - P.A.C.E.
  - E.S.I.
  - Hydroelectric



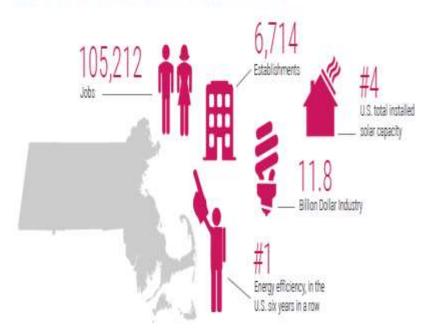


# **2016 Clean Energy Industry Report**

http://www.masscec.com/2016-massachusetts-clean-energy-industry-report-0

#### By The Numbers . . .

# MASSACHUSETTS BY THE NUMBERS



#### **PV Jobs**

FIGURE 5.4 RENEWABLE ENERGY GENERATION EMPLOYMENT GROWTH, 2015-2016: Establishments hired more than 5,100 renewable energy workers in 2015—a growth rate of almost

22 percent.

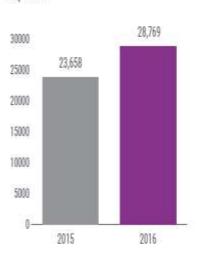
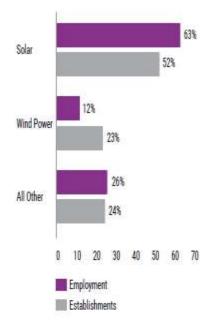


FIGURE 5.5. RENEWABLE ENERGY JOBS BY SUB-TECHNOLOGIES, 2015-2016: Solar jobs and establishments led the Renewable Energy Generation sub-technologies



**CLEANENERGYRESULTS** 

06/22/17



#### More Workers In Solar Than Fossil Fuel Power Generation

Employment in energy generation by source in the U.S. in 2016

Solar 373,807 Natural Gas 12,840 Oil & Petroleum 86,035 Fossil Fuels 52,125 187,117 Coal 36.117 Advanced Gas Wind -101,738 Nuclear 68,176



@StatistaCharts Source: U.S. Department of Energy





# **2017 Congressional Testimony**

[South Coast Today, Steve Urbon, 2/17/17, http://www.southcoasttoday.com/news/20170216/new-bedford-mayor-tells-congress-of-brownfields-successes]

- "New Bedford has pursued renewable energy as one creative solution to the redevelopment of brownfield and Superfund sites, and in the process, turned environmental liabilities into economic assets for the community"
- "Sullivan's Ledge, once and old quarry filled with toxic waste and now a 10-acre solar farm that saves the city millions of dollars a year."







# 2012 MassDEP GOALS Contaminated Land Development

- CL: 50 MW Clean
   Energy by 2020
- LF: 75 MW Clean
   Energy by 2020\*
- Primarily Solar
   Photovoltaic's (PV)
  - Some wind
- Size: 0.5 to 2.0MWs



**Brockton Brightfields, 425 kW solar PV** 

\*MassDEP Bureau of Waste Prevention (BWP)

• MassDEP

# **Contaminated Land Development Status**

(as of 4/24/17)

# • 26 36 Total Projects (104.6 MWs)

- 20 projects (47.4 MW) are now operating.
   (yellow)
- 16 projects (57.2 MWs)
   either have DOER
   "Brownfield Pre Determination" letters
   and/or are seeking
   financing and
   interconnection permits
   (orange)



http://www.mass.gov/eea/agencies/mas sdep/climateenergy/energy/contaminated-land-andbrownfields/

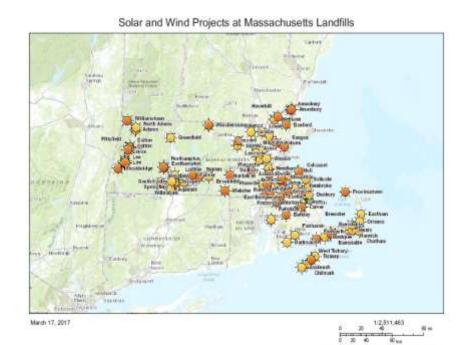




# **Landfill Development Status**

(as of 4/24/17)

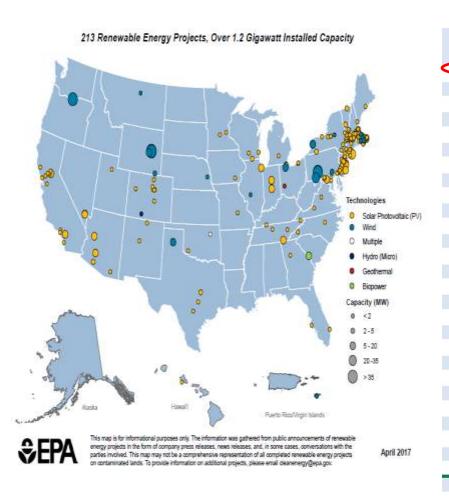
- 90 Total Projects (207.3 MWs)
  - 56 projects (124.1 MW) are now operating.(orange)
  - 34 projects (83.2 MWs)
     have MassDEP Post Closure Use Permits for
     renewable energy and
     are seeking financing
     and interconnection
     permits (yellow)



http://www.mass.gov/eea/agencies/massdep/climate-energy/energy/landfills/

06/13/17

# **APRIL 2017: USEPA's RE-Powering America's Land Initiative**



|                    |                 | Installed Capacity |
|--------------------|-----------------|--------------------|
| state              | # Installations | (10100)            |
| MA                 | 75              | 168.7              |
| NJ                 | 18              | 100.4              |
| NY                 | 16              | 81.4               |
| CA                 | 14              | 105.0              |
| CO                 | 8               | 7.1                |
| PA                 | 6               | 178.5              |
| ОН                 | 6               | 11.7               |
| WY                 | 5               | 295.8              |
| AZ                 | 4               | 30.0               |
| MD                 | 4               | 23.1               |
| TX                 | 4               | 14.6               |
| TN                 | 4               | 10.1               |
| VT                 | 4               | 5.3                |
| CT                 | 4               | 4.9                |
| WI                 | 3               | 2.9                |
| NV                 | 2               | 28.2               |
| IN                 | 2               | 17.8               |
| IL                 | 2               | 10.9               |
| NM                 | 2               | 3.0                |
| FL                 | 2               | 2.3                |
| VA                 | 2               | 1.6                |
| DE                 | 2               | 0.7                |
| NC                 | 2               | 0.6                |
| MN                 | 2               | 0.5                |
| OK                 | 2               | 0.0                |
| OR                 | 1               | 100.0              |
| RoUS <sup>14</sup> | 17              | 30.3               |
| TOTAL              | 213             | 1,235.4            |



• MassDEP

#### 2016

- SREC II Program goal met in February 2016
- Net Metering program met by March 2016

| Date: 3/3/201     | 6                       |          |          |          |             |           |             |        |   |
|-------------------|-------------------------|----------|----------|----------|-------------|-----------|-------------|--------|---|
| Private and Publi |                         | alues in | kW-      |          |             |           |             |        |   |
| AC)               | c, , iii o tilities ( t | u.ucs    |          |          |             |           |             |        |   |
| ,                 |                         | Capaci   | ty (kW)  |          |             |           | _           |        |   |
| Ne                | et Metering Cap         |          | ,942     |          | N           | 1arc      | h 2         | 016    |   |
|                   | Interconnected          |          | ,218     |          |             |           |             |        |   |
| Reserved          | Cap Allocations         | 235      | ,765     |          | N           | et r      | net         | erin   | g |
| Pending           | Cap Allocations         | 32,      | 351      |          |             |           |             |        | 0 |
| Capacity Avai     | lable under the         | 130      | ,608     |          | 0           | uei       | 1e          |        |   |
|                   | Сар                     |          |          |          |             |           |             |        |   |
|                   |                         |          |          |          |             |           |             |        |   |
| Private: Availab  | le, Interconnect        | ed, Rese | erved an | d Pendir | ng Capac    | ity (Valu | ies in kV   | V)     |   |
| Company           | Net Metering            | Сар      |          |          | Reserv      |           | Capacit     |        |   |
|                   |                         |          | (a       | 1)       | ed Cap      |           | у           | g List |   |
|                   |                         |          |          |          |             | Allocat   |             | (d)    |   |
|                   |                         |          |          |          | ions (b)    | ions (c)  | le<br>Under |        |   |
|                   |                         |          |          |          |             |           | Cap (e)     | _      |   |
| NGrid             | 205,240                 |          | 129.     | 193      | 73.679      | 1,153     |             | 121,68 |   |
|                   | ,                       |          | ,        |          | -,-         | ,         | , -         | 9      | ) |
| <u>NStar</u>      | 199,120                 |          | 98,0     | 632      | 54,470      | 14,497    | 31,521      | 0      |   |
| WMECO             | 34,160                  |          | 14,2     | 208      | 3,780       | 3,502     | 12,671      | 0      |   |
| Unitil            | 4,080                   |          | 3,3      | 25       | 745         | 0         | 10          | 369    |   |
| NGrid-            | 1,819                   |          | (        | )        | 24          | 29        | 1,765       | 0      |   |
| Nantucket         |                         |          |          |          |             |           |             |        |   |
| Total             | 444,419                 |          | 245,     | 358      | 132,69      | 19,180    | 47,183      | 122,05 |   |
|                   |                         |          |          |          | 8           |           |             | 9      |   |
| Public: Available | •                       |          | rved and | Pendin   | g Capacit   | ty (Value | es in kW    | )      |   |
| Company           | Net Metering            | Сар      |          |          | Reserv      |           | Capacit     |        |   |
|                   |                         |          | (a       | 1)       | ed Cap      | •         | У           | g List |   |
|                   |                         |          |          |          | ions (b)    | Allocat   |             | (d)    |   |
|                   |                         |          |          |          | (ט) פווטו   | ions (c)  | Under       |        |   |
|                   |                         |          |          |          |             |           | Cap (e)     |        |   |
| NGrid             | 256,550                 |          | 205.     | .386     | 47,974      | 3,119     |             | 65,686 |   |
| NStar             | 248,900                 |          |          | 871      |             | 8,352     |             | 0      |   |
| WMECO             | 42,700                  |          |          | 456      |             | 1,700     |             | 0      |   |
| <u>Unitil</u>     | 5,100                   |          | 3,0      | 47       | 0           | 0         | 2,053       | 0      |   |
| NGrid-            | 2,274                   |          | 10       | 00       | 0           | 0         | 2,174       | 0      |   |
| <u>Nantucket</u>  |                         |          |          |          |             |           |             |        |   |
| Total             | 555,524                 |          | 355,     | 860      | 103,06<br>7 | 13,171    | 83,426      | 65,686 |   |
|                   |                         |          |          |          |             |           |             |        |   |
|                   |                         |          |          |          |             |           |             |        |   |



# An Act Relative to Solar Energy

- "An Act Relative to Solar Energy" (Ch. 75 of the Acts of 2016), April 2016
  - "legislation provides immediate relief to the solar industry by raising the <u>public</u> and <u>private</u> net metering caps from 5% of utilities' peak load to 8% and from 4% of utilities' peak load to 7%, respectively. Additionally, the bill allows the Department of Energy Resources (DOER) and the Department of Public Utilities (DPU) to gradually transition the solar industry to a more self-sustaining model. This approach includes robust stakeholder outreach, and will establish the next generation solar incentive program at a reduced cost.
    - Next Generation Solar Incentive Straw Proposal, September 2016
    - Solar Massachusetts Renewable Target (SMART), January 2017



# **Solar Incentive Programs (a.k.a. SREC)**

| SREC 1 (2009)  | SREC II (2014)  | SREC II Ext. (2017)   | SMART (2018)   |
|--|---|---|--|
| 400 MW's   | 1,200 MW's  | TBD   | 1,600 MW's   |
| No restrictions on growth. Land-use issues in some communities — particularly with regard to use of agricultural lands, open space, and forestland | <ul> <li>Financial incentives differentiated between Market Sectors</li> <li>Favorability to Landfill and Brownfield type projects</li> <li>Deadline of 1/8/17</li> </ul> | <ul> <li>Demonstrate that they are mechanically complete or commercially operational</li> <li>Systems with a capacity = &lt; 25 kW DC will still receive an SREC Factor of 0.8, receives authorization to interconnect before effective date SMART program</li> </ul> | <ul> <li>9/16 "Next         Generation Solar         Incentive         Program"</li> <li>1/17 "Solar         Massachusetts         Renewable         Target"</li> <li>DOER         Regulations 225         CMR 17.00         (6/5/17)</li> <li>DPU Tariff</li> </ul> |
| <b>100%</b> SREC   | BF = <b>80</b> % SREC   | BF = <b>55%</b> SREC  | BF = <b>\$0.03/kWh</b>   |
| Met 2013   | Met 2016  | <b>Ends</b> 3/31/18   | March 2018?  |

CLEANENERGYRESULTS 06/22/17

12 MassDEP

#### **SREC II Transition**

- DOER approved an extension of SREC II projects until the start of the next program
- Systems over 25kW that are mechanically complete by March 31, 2018 will receive a 30% SREC Factor Reduction

| Market Sector  | SREC Factor |
|----------------|-------------|
| Α              | 0.7         |
| В              | 0.6         |
| С              | 0.55        |
| Managed Growth | 0.5         |

 If the SMART program is not in effect by March 31, 2018, and systems do not achieve mechanical completion by that deadline, they will receive a further reduced SREC Factor



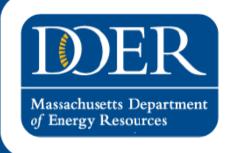
40

Creating A Clean, Affordable, and Resilient Energy Future For the Commonwealth

| Date: 3/17/20:             | 17                     |                      |                                 |                             |                                     |                  |
|----------------------------|------------------------|----------------------|---------------------------------|-----------------------------|-------------------------------------|------------------|
| Private and Public, All Ut | ilities (Values in kW- | AC)                  |                                 |                             | •                                   |                  |
|                            | Capacity               | (kW)                 |                                 | M                           | arch <b>20</b> 1                    | 17               |
| Net Me                     | tering Cap 1,667,      | 250                  |                                 |                             |                                     |                  |
|                            | connected 789,3        |                      |                                 | Ne <sup>-</sup>             | t Metering                          |                  |
| Reserved Cap A             |                        |                      |                                 |                             |                                     |                  |
| Pending Cap A              |                        |                      |                                 | Qu                          | eue                                 |                  |
|                            |                        |                      |                                 |                             |                                     |                  |
| Capacity Available und     | er the Cap 408,8       | 13                   |                                 |                             |                                     |                  |
| Private: Available, Interd | connected, Reserved    | and Pending Capacity | (Values in kW)                  |                             |                                     |                  |
| Company                    | Net Metering Cap       | Interconnected (a)   | Reserved Cap<br>Allocations (b) | Pending Cap Allocations (c) | Capacity Available<br>Under Cap (e) | Waiting List (d) |
| <u>NGrid</u>               | 359,170                | 199,254              | 158,164                         | 1,148                       | 604                                 | 6,426            |
| <u>NStar</u>               | 348,460                | 144,605              | 78,690                          | 4,353                       | 120,813                             | 0                |
| WMECO                      | 59,780                 | 21,957               | 30,972                          | 187                         | 6,664                               | 0                |
| <u>Unitil</u>              | 7,140                  | 4,297                | 2,832                           | 0                           | 11                                  | 63               |
| NGrid-Nantucket            | 3,500                  | 379                  | 496                             | 0                           | 2,625                               | 0                |
| Total                      | 778,050                | 370,492              | 271,154                         | 5,688                       | 130,717                             | 6,489            |
| Public: Available, Interco | onnected, Reserved a   | nd Pending Capacity  | (Values in kW)                  |                             |                                     |                  |
| Company                    | Net Metering Cap       | Interconnected (a)   | Reserved Cap<br>Allocations (b) | Pending Cap Allocations (c) | Capacity Available<br>Under Cap (e) | Waiting List (d) |
| <u>NGrid</u>               | 410,480                | 247,909              | 118,928                         | 9,919                       | 33,724                              | 0                |
| <u>NStar</u>               | 398,240                | 145,512              | 46,427                          | 4,890                       | 201,412                             | 0                |
| WMECO                      | 68,320                 | 22,033               | 8,927                           | 0                           | 37,360                              | 0                |
| <u>Unitil</u>              | 8,160                  | 3,259                | 3,200                           | 0                           | 1,701                               | 0                |
| NGrid-Nantucket            | 4,000                  | 100                  | 0                               | 0                           | 3,900                               | 0                |
| Total                      | 889,200                | 418,812              | 177,482                         | 14,809                      | 278,097                             | 0                |
| 61 = 11                    |                        |                      |                                 |                             | *A 4                                |                  |



Creating A Clean, Affordable, and Resilient Energy Future For the Commonwealth



#### COMMONWEALTH OF MASSACHUSETTS

Charles D. Baker, Governor Karyn E. Polito, Lt. Governor Matthew A. Beaton, Secretary Judith Judson, Commissioner

Final Solar Incentive Program Design

January 31, 2017

Boston, MA

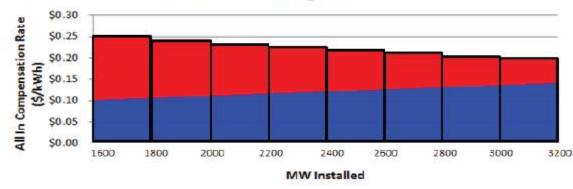
Solar Massachusetts Renewable Target (SMART) Final Program Design

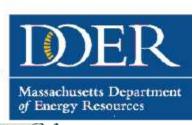


## Solar MA Renewable Target (SMART)

- 1,600 MW AC declining block tariff program
- Each "block" is 200 MW;
  - One statewide rate for all IOUs
  - Block allotment by utility based on distribution load
- Size-based <u>base</u> compensation rate
  - Policy-, location- and off-taker based adders that can be aggregated
  - Rates and adders decline by 4% after each block
  - For state projects: 20 year term
- Two important definitions: standalone vs. behind-the-meter (compensation structure will vary)
- Maximum project size of 5 MW per parcel

#### **Illustrative Declining Block Model**







#### **Setting the Base Rate**

- Initial competitive procurement (100 MW) will establish base compensation rate for projects > 1 MW
  - Indices will be used to set rates for all other project size categories (see table below)
  - > State entities cannot participate in initial procurement but can reserve Block 1 capacity through remaining 100 MW allotment

| Capacity Based Compensation Rates (kW AC) |  |                                 |             |  |  |  |  |
|---|--|---------------------------------|-------------|--|--|--|--|
| Generation Unit Capacity                  | Capacity Based Rate<br>Factor (% of Clearing<br>Price) | Capacity Based<br>Rate (\$/kWh) | Term Length |  |  |  |  |
| Low income less than or equal to 25 kW AC | 230%   | \$0.3450                        | 10-year     |  |  |  |  |
| Less than or equal to 25 kW AC            | 200%   | \$0.3000                        | 10-year     |  |  |  |  |
| Greater than 25 kW AC to 250 kW AC        | 150%   | \$0.2250                        | 20-year     |  |  |  |  |
| Greater than 250 kW AC to 500 kW AC       | 125%   | \$0.1875                        | 20-year     |  |  |  |  |
| Greater than 500 kW AC to 1,000 kW AC     | 110%   | \$0.1650                        | 20-year     |  |  |  |  |
| Greater than 1,000 kW AC to 2,000 kW AC   | 100%   | \$0.1500                        | 20-year     |  |  |  |  |
| Greater than 2,000 kW AC to 5,000 kW AC   | TBD  | <=\$0.1400                      | 20-year     |  |  |  |  |



13

Creating A Clean, Affordable and Resilient Energy Future For the Commonwealth

#### **Adder Values**

| Location Based Adders |                      |  |  |  |
|-----------------------|----------------------|--|--|--|
| Туре                  | Adder Value (\$/kWh) |  |  |  |
| Building Mounted      | \$0.02               |  |  |  |
| Brownfield            | \$0.03               |  |  |  |
| Landfill              | \$0.04               |  |  |  |
| Solar Canopy          | \$0.06               |  |  |  |

| Off-taker Based Adders       |                      |  |  |  |
|------------------------------|----------------------|--|--|--|
| Туре                         | Adder Value (\$/kWh) |  |  |  |
| Public Entity                | \$0.02               |  |  |  |
| Community Shared Solar (CSS) | \$0.05               |  |  |  |
| Low Income Property Owner    | \$0.03               |  |  |  |
| Low Income CSS <sup>1</sup>  | \$0.06               |  |  |  |

1. Must be at least 50% R-2 customers

| Solar + Energy Storage |                      |  |  |  |
|------------------------|----------------------|--|--|--|
| Туре                   | Adder Value (\$/kWh) |  |  |  |
| Storage + PV           | Variable             |  |  |  |

- Adders from different categories can be aggregated
- Adders decline by 4% after each block
- · Energy storage adder determined by:
  - 1. Ratio of storage capacity to solar capacity
  - 2. Duration of the storage
  - Greenfield "subtractor" applied for any open space project that does not meet criteria

# **System Type Definitions**

- Definitions for Landfills, Brownfields, Building Mounted, and Low Income Properties will remain unchanged
- Definitions for Solar Canopies and Community Shared Solar will be slightly modified
- New definitions will be added for:
  - Low Income Residential
  - Low Income Community Shared Solar
  - Behind-the-Meter Energy Storage
  - Standalone Energy Storage
  - Non-net Metered Facilities



#### "Next Generation Solar Incentive Program" (September 2016)

- Development of Solar Siting Criteria
- April 2016 letter from Mass
   Audubon, Mass Land Trust
   Coalition, The Nature
   Conservancy and the Trustees of
   Reservations
- DOER in consultation with EEA and other state agencies will issues future guidance

- Ground mounted projects will be PROHIBITED from qualifying if sited in any of the following areas:
  - MassDEP Wetlands
  - Prime Farmland Soils
  - Prime Forest Land
  - BioMap2 Core Habitat and Critical Natural Landscape
  - Designated Priority Habitat of statelisted rare species
  - Permanently Protected Open Space
  - Land Designated as "Forest Land under Chapter 61
  - Any Archaeological site listed in the State Register of Historic Places or Inventory of Historic and Archaeological Assets of the Commonwealth



#### **Land Use**

- Original proposal on land use and siting criteria would have precluded significant portions of the state from receiving incentives for ground mounted projects
- Also relied heavily on GIS data layers
- Revised proposal provides exclusions from incentives for far fewer areas
- Under revised proposal, ground mounted projects that are larger than 500 kW, not sited on a brownfield or landfill, and are on land that has not been previously developed, will be subject to a \$/kWh subtractor that changes based on the number of acres impacted
- All ground mounted projects will also be subject to a set of performance standards developed in consultation with the Department of Agricultural Resources

| Project Type                  | Ground<br>Mounted and<br>not C&I Zoned | Ground<br>Mounted, C&I<br>Zoned, and NOT<br>Previously<br>Developed | Ground<br>Mounted,<br>C&I Zoned,<br>and<br>Previously<br>Developed | Rooftop    | Brownfields | Landfill   | Parking Lot<br>Canopy |
|-------------------------------|--|---|--|------------|-------------|------------|-----------------------|
| Compensation Rate<br>(\$/kWh) | X - \$0.001/acre                       | X - \$0.0005/acre   | X  | X + \$0.02 | X + \$0.03  | X + \$0.04 | X + \$0.06            |

Reducers Base Rate Adders

Massachusetts Department

Creating A Clean, Affordable, and Resilient Energy Future For the Commonwealth

20



#### **Land Use Categories**

| Category   | Description   | Incentive Level              |
|------------|---|------------------------------|
| Category 1 | All ground-mounted projects greater than 500 kW AC and less than or equal to five (5) MW AC                 | Base Incentive + Applicable  |
|            | that are zoned for commercial/industrial use or specifically for solar/power generation, but                | Adder(s)                     |
|            | have been previously developed  |                              |
|            | All projects on brownfields, landfills, rooftops, canopies, and all other ground-mounted                    |                              |
|            | projects not sited on brownfields or landfills that are equal to or less than 500 kW AC,                    |                              |
|            | including:  |                              |
|            | ➤ Low Income Projects   |                              |
|            | ➤ Community Solar Projects  |                              |
|            | Projects serving Municipal/Governmental Entities  |                              |
|            | Non-canopy projects on Land in Agricultural Use or on Prime Agricultural Farmland Soils sized               |                              |
|            | to meet no greater than 200% of annual operation load   |                              |
| Category 2 | All ground-mounted projects greater than 500 kW AC and less than or equal to five (5) MW AC                 | Base Incentive –             |
|            | that are not sited on brownfields or landfills and are zoned for commercial/industrial use or               | Half Greenfield Subtractor + |
|            | specifically for solar/power generation, which have not been previously developed, including:               | Applicable Adder(s)          |
|            | ➤ Low Income Projects   |                              |
|            | ➤ Community Solar Projects  |                              |
|            | <ul> <li>Projects serving Municipal/Governmental Entities</li> </ul>  |                              |
| Category 3 | <ul> <li>Ground-mounted projects greater than 500 kW AC and less than or equal to five (5) MW AC</li> </ul> | Base Incentive –             |
|            | that are not sited on brownfields or landfills and are not zoned for commercial/industrial use              | Full Greenfield Subtractor + |
|            | ➤ Low Income Projects   | Applicable Adder(s)          |
|            | <ul> <li>Community Solar Projects</li> </ul>  |                              |
|            | <ul> <li>Projects serving Municipal/Governmental Entities</li> </ul>  |                              |
| Category 4 | Ground-mounted projects not meeting the Category 1, 2, or 3 criteria  | No Incentive                 |
| •          | Projects on permanently protected open space that do not meet the criteria of category 4                    |                              |
|            | Projects sited on Wetland Resource Areas (not including Buffer Zones), as defined in the                    |                              |
|            | Massachusetts Wetland Protection Act, except as authorized by regulatory bodies                             |                              |
|            | Historical/Archaeological Sites listed on the National/State Register of Historic Places, except            |                              |
|            | as authorized by regulatory bodies  |                              |
|            |   |                              |
|            |   |                              |

<sup>[11]</sup> Full Greenfield Subtractor = \$0.001/kWh per acre of land impacted



Creating A Clean, Affordable, and Resilient Energy Future For the Commonwealth



<sup>121</sup> Half Greenfield Subtractor = \$0.0005/kWh per acre of land impacted

#### Land Use Performance Standards

- No stripping of soils
- For conventional ground mounted systems, ballasts or screw-type pilings that do not require footings or other permanent penetration of soils for mounting are required
- For agricultural integrated systems using canopies, any soil penetrations that may be required for providing system foundations necessary for structural loading shall do so with minimal soils disturbance, with any displaced soils to be temporary and recovered and returned after the penetration is completed.
- Absolute minimum soils/site disturbance; any soil penetrations that may be required for providing system trenching necessary for electrical routing shall be done with minimal soils disturbance, with any displaced soils to be temporary and recovered and returned after the penetration and trenching is completed
- No concrete or asphalt in the mounting area
- Address existing soil and water resource concerns that may be impacted
- Limited use of geotextile fabrics
- Where not practical to also use the area for agricultural production, maintain vegetative cover to prevent soil erosion, etc.

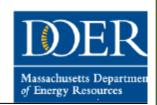


Creating A Clean, Affordable, and Resilient Energy Future For the Commonwealth

# **Next Steps**

- DOER hopes to file an emergency regulation with the Secretary of the Commonwealth in mid May
- Dates for public hearing(s) and the deadline for the written comment period will be announced at the time the regulation is filed
- June 5, 2017 Emergency Regulation Filed
- July 11, 2017 Public Hearing, MassART, Boston

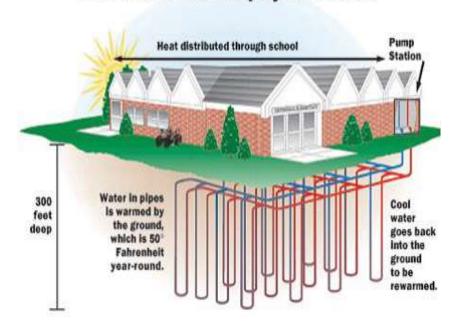
<u>LJuly 11, 2017 - INK: http://www.mass.gov/eea/energy-utilities-clean-tech/renewable-energy/rps-aps/development-of-the-next-solar-incentive.html</u>



# RENEWABLE THERMAL TECHNOLOGY APPLICATIONS AT CONTAMINATED PROPERTIES IN MASSACHUSETTS: GROUND-SOURCE HEAT PUMPS (GSHP)

- May 2015 LSP Training
- Possible GSHP uses/benefits include:
  - Use of GSHP generated heat for the treatment processes
  - Use of GSHP in place of electrical resistive heating in the treatment process
  - Use of GSHP to provide space heating and cooling for treatment system housing and/or nearby buildings
- Remedy Repurposing to realize the heating/cooling benefits for a nearby heating/cooling "load"
- Funding Federal & State?

#### **How Geothermal Loop Systems Work**



Source: DOER at:

http://www.mass.gov/eea/docs/doer/renewables/thermal/about-

geothermal-heat-pumps-handout.pdf



#### **GSHP Incentives**

#### **FEDERAL**

- 30% Residential Renewable **Energy Tax Credit**
- 10% Investment Tax Credit Commercial
- Residential Expired December 31, 2016
- Congressional reauthorization?

#### **STATE**

- **Ground-Source Heat Pumps** not included and not incentivized in Alternative **Energy Portfolio Standard** (APS) Regulations
- December 2014 Draft regulations.
- June 2, 2017 Draft **Amended Regulations** 
  - Public Comment July 14<sup>th</sup>
- http://www.mass.gov/eea/energy-utilities-cleantech/renewable-energy/renewable-thermal/eligibletechnologies-alternative-portfolio-std-rulemaking.html



# MassCEC Commercial-Scale **Ground-Source Heat Pump Program**



- **Initial November 2014** program did not include commercial projects
  - May 2015 LSP Training
- May 2016 launch of residential/small-scale commercial and commercial programs.
- February 2017 Update
  - Will be updated to reflect finalized APS regulations and guidelines

- \$30 Million Grant Program through 2020.
- Installations of highefficiency GSHP's at commercial, public, nonprofit, agricultural, and multi-family properties.
- Comply with MassDEP **Bureau of Water Resources UIC Program Guidelines**



# **An Act to Promote Energy Diversity**

- "An Act to Promote Energy Diversity" (H 4568), July 2016
  - Energy Storage Systems/Energy Storage Initiative (E.S.I.)
  - Property Assessed Clean Energy (P.A.C.E.)
  - Small Hydroelectric Power Net Metering Facility





# MASSACHUSETTS ENERGY STORAGE INITIATIVE STATE OF CHARGE

September 27, 2016









### **Energy Storage Systems/Energy Storage Initiative**

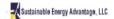


#### **Study Results**



- Recommends a suite of policies designed to promote the development of <u>600 MW of</u> <u>advanced energy storage in Massachusetts by 2025.</u>
- Provides \$800 million in system benefits to Massachusetts ratepayers.
- Policies will increase grid resiliency and reduce greenhouse gas emissions
- Recommendations include:
  - Demonstration funding through the ESI, Inclusion in existing DOER and MassCEC grant programs, encouraging expanded use of energy storage in existing energy efficiency programs, considering energy storage as a utility grid modernization asset, amending the Alternative Portfolio Standard (APS) to include all types of advanced energy storage, Inclusion of solar plus storage in the next solar incentive program, and enabling pairing storage with renewables in future long-term clean energy procurements.









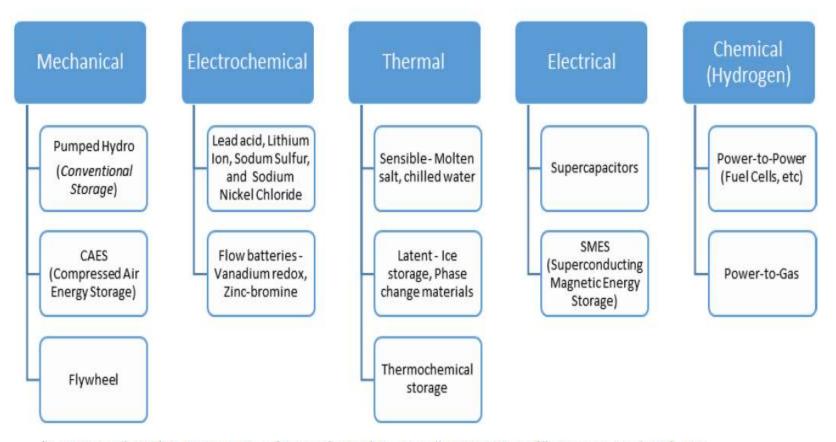


### **Study Recommendations for Energy Storage**

- Inclusion in existing DOER & MassCEC Grant Programs
- Encourage expanded use of energy storage in existing energy efficiency programs
- Consider energy storage as a utility grid modernization asset
- Amend the Alternative Portfolio Standard (APS) to include all types of advanced energy storage
- Inclusion of solar plus storage in the next solar incentive program (S.M.A.R.T.)
- Enable pairing storage with renewables in future longterm clean energy procurements

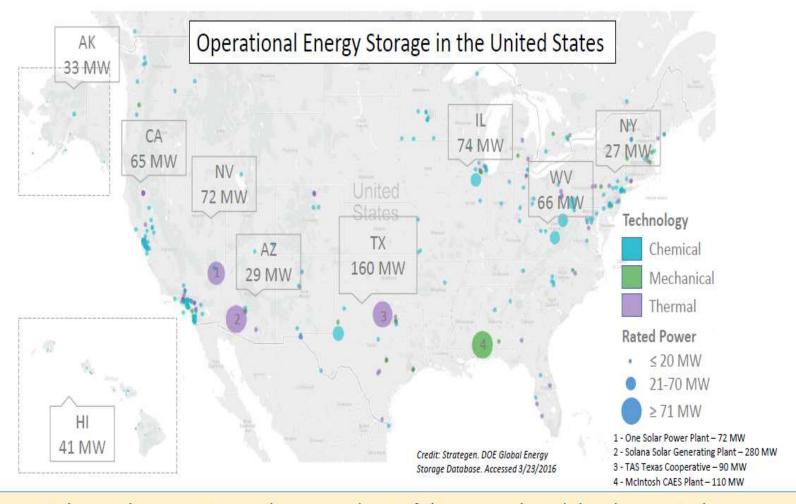


# **Advanced Energy Storage Technologies**



- Pumped Hydro Storage is often referred to as a "conventional" storage technology
- More recent emerging forms of energy storage such as batteries, flywheels, and new compressed air energy technologies are often referred to as "advanced energy storage".

#### Storage is Real: Growing Deployment in the US & Globally



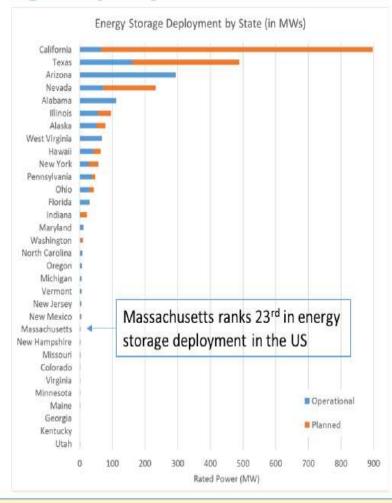
Advanced energy storage has moved out of the research and development phase. It is commercially viable and there are over **500 MW** operating throughout the US.

CLEANENERG & KESULIS

33

**MassDEF** 

# **Growing Deployment in Other States**

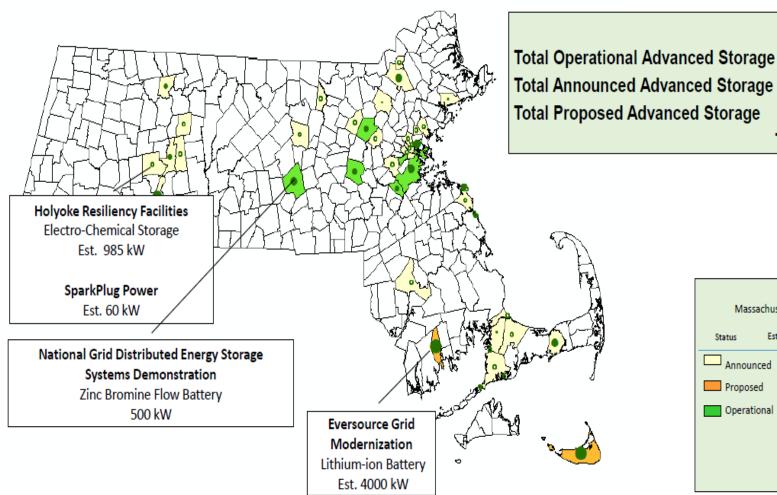


While many other states have already begun deploying large amounts of advanced storage capacity, Massachusetts is lagging behind.

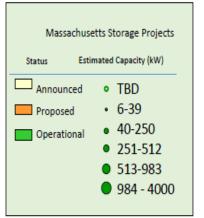
4 000000

9

### Interest in Utilizing Storage is Growing in Massachusetts but Deployment is Limited (2 MW)



| Total Announced Advanced Storage | 4.4 |      |  |
|----------------------------------|-----|------|--|
| Total Proposed Advanced Storage  | 8.1 |      |  |
| Tot                              | tal | 13.9 |  |
|                                  |     |      |  |
|                                  |     |      |  |
|                                  |     |      |  |



MW

1.4

11

#### Recommendations to Unlock the Use of Storage in MA GRANT AND REBATE PROGRAMS

- Energy Storage Initiative (ESI) RFP
  - Launch Project Demonstrations for Use Case Business Models to Jump Start market
- Rebate Program for Customer-sited Storage ("MOR-Storage")
  - Encourage BTM Storage where it can reduce cost of electricity and create system benefits through reduced peak demand and greater utilization of on-site generation
  - Funded through \$20 million ACP
- Launch C&I Solar + Storage Feasibility Grant programs
  - Assist businesses and manufacturers to evaluate adding BTM storage
  - \$150,000 Mass CEC program
- Community Resiliency Grants Part III
  - Resiliency grants for critical C&I (e.g. hospitals) which may include storage, \$14 million
- **Green Communities Designation and Grants** 
  - Enable storage as a technology in grant applications



# MassCEC Resilient (Service) Stations Challenge



#### RFP Seeking "Concept Paper"

- Projects deploy commercially viable energy resilience technologies providing measureable energy resilience, risk management, clean energy and/or climate benefits
- Enable facilities to provide critical goods and services to the communities they serve during extended electric grid failures.
- Consideration for OHM remedial systems at service stations

#### **Project Examples**

- City of Boston Installed solar plus storage at refueling locations
- British petroleum installed solar PV on canopies over fueling areas.
- Boston Evacuation Routes
   (e.g. Blue Hill Ave) installed
   solar panels and battery
   storage at key intersections
   to maintain traffic signals



#### **MassCEC**



## **Resilient (Service) Stations Challenge**

#### What & When

- InnovateMass will provide funding
  - \$250,000 Total Available
  - \$75,000 per project.
- RFP Responses DUE:
   7/14/17 @ 4:00 PM

#### **Check: "Expression of Interest"**

- Expressions of Interest publicly available on the MassCEC website to help facilitate formation of RFP applicant teams.
- Expressions of Interest will not affect selection of applicants.
- Expressions of Interest respondents <u>here</u>



# **Property Assessed Clean Energy** (P.A.C.E) for Commercial Buildings

- New mechanism to finance energy improvements, such as energyefficiency projects, renewables, and gas line extensions, on commercial and industrial properties in Massachusetts.
- Property owner agrees to a betterment assessment on their property, which repays the financing. Approach enables owners to undertake more comprehensive energy upgrades with longer payback periods of up to 20 years.
- At property sale, the lien stays with the property and is transferred to subsequent property owners.



- Individual municipalities may opt into PACE by a majority vote of the city or town council or the board of selectmen, as appropriate.
- Properties eligible for financing through PACE include:
  - Commercial buildings
  - Industrial buildings
  - Multi-family buildings with five or more units
- Improvements eligible for financing through PACE must be permanently fixed to the property. Eligible improvements include:
  - Energy efficiency upgrades
  - Renewable energy
  - Extension of existing natural gas distribution to a property

#### P.A.C.E. for Commercial Buildings (cont.)

- Sustainable Property
   Development (e.g. LEED)
  - Massachusetts #1 most LEEDcertified space per resident



#### 2. "TENTATIVE"

Consideration of Active
 Remedial Systems and their
 associated components for
 financing under the
 commercial Property
 Assessed Clean Energy (PACE)
 finance mechanism







## **Thank You!**

Thomas M. Potter

**Clean Energy Development Coordinator** 

MassDEP Bureau of Waste Site Cleanup

Division of Policy & Program Development

One Winter Street, 6th Floor

Boston, MA 02108

617-292-5628

Thomas.Potter@state.ma.us

**Climate & Clean Energy Program Website:** 

http://www.mass.gov/eea/agencies/massdep/climate-energy/

